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REMARKS

This amendment is supplemental to applicant's amendment filed January 17, 2006,

and further to the Telephonic Interview of March 1, 2007. Claims 1-20 remain in this

application.

Applicant's attorney wishes to express his appreciation to Examiner Carlson for his

constructive comments during the March 1st Telephonic Interview. As suggested during the

Interview, claims 1-20 have been amended to bring out that the user is compensated for

receiving and viewing the advertisement, provided the user has previously registered; and

that such user compensation is directly provided by the advertiser. Similarly, claims 1-20

have been further amended to bring out that the web site owner is compensated on the basis

of advertisements viewed; and that such web site owner compensation is directly provided

by the advertiser.

Accordingly, for the sake of clarity, and to emphasize the patentable distinctions of applicant's

invention over the prior art, claim 1 has been amended to recite that the system: (i) places an

advertisement belonging to an advertiser on the monitor of a user of a web site that is owned by a web

site owner; (ii) compensates the user for viewing the advertisement; and (iii) compensates the web site

owner on the basis of advertisements viewed. In the system recited by claim 1, as amended, upon

access by the user of the page containing the coded reference, the reference is caused to access its

application logic set, triggering display of the advertisement in a temporary and non-dismissible

window on the monitor for a predetermined time period. As required by the system of amended claim

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1, the user is compensated for receiving and viewing the advertisement, provided the user has

previously registered; such user compensation is directly provided by the advertiser. Further, in the

system recited by claim 1, as amended, the web site owner is compensated on the basis of

advertisements viewed; and such web site owner compensation is directly provided by the advertiser.

Further, in order to emphasize the patentable distinctions of applicant's invention

over the prior art, claims 10 and 17-19 have been amended to recite a method for advertising

to a user of a web site having at least one page containing a coded reference, each respective

claim having the steps of compensating the user for receiving and viewing the advertisement

provided the user has previously registered. As amended, claims 10 and 17-19 bring out that

the user compensation is directly provided by the advertiser, and compensation provided to

the web site owner on the basis of advertisements viewed is directly provided by the

advertiser.

Each of the foregoing amendments is clearly supported by the original specification,

at page 7, lines 14-16, which states:

"Advertisers are thereby assured that ads will be viewed. Once registered, users

receive compensation for each ad viewed. In addition, the web site owner is paid on the basis of ads viewed. Billing of advertisers is based on actual ad viewing, not estimated user

statistics."

Clearly, it follows from this recitation in the Summary of Invention section of the original

specification that the advertisers are billed in order to directly compensate both the user and

the web site owner when ads are viewed. Consequently, no new matter has been added.

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Applicant's invention provides a system and method for placing an advertisement on the monitor of a user of a web site. Specifically, the system comprises a server connected to the Internet and at least one application logic set stored in memory on the server. The connection is a conventional wired connection as would be provided by a modem and telephone line, cable modem, T connection or the like or, alternatively, a wireless connection, such as that provided by a wireless modem, cell phone, PDA or the like. Each of the application logic sets is provided with a means for causing the browser, operating from the user's computer, to display the advertisement in a non-dismissible and temporary browser window on the monitor of the user. The means for causing the browser to display an advertisement is accomplished by sending web page mark-up language code containing the advertisement. This may include HTML, Java Applets, Flash routines, or similar web page construction code. It optionally includes animation, images, and or sound. As a further option the application set includes code for a series of different advertisements. The code specifies the size and position of window as well as how long the window is viewable. The predetermined time period within which the window is viewable can vary depending on default settings, type and length of an advertisement, site owner preference and the like. Typically the predetermined time period for viewing a window can range from about 10 seconds to 60 minutes, preferably from about 15 to 40 seconds, and most preferably from about 20 to 30 seconds. Optionally, the advertisement is delayed for period of time before being sent to the user. The system includes a web site that is provided with coded content, such as web page mark-up language, for viewing by the user, and a reference is coded within the markup language of at least one page of the web site. The web site may reside in memory on the server or

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on another remote server connected to the Internet. The reference points the browser to one of the

application logic sets. Additionally, the system includes a registered user database on the server for

storing user information and computing and storing the user's advertisement viewing history. When a

registered user accesses the page containing the coded reference, the user's browser is caused to access

an application logic set on the server, thereby triggering display of the advertisement in a temporary

and non-dismissible window on the monitor of the user. The system compensates the user for receiving

and viewing the advertisement, provided the user has previously registered, wherein the user

compensation is directly provided by the advertiser. The system further compensates the web site

owner on the basis of ads viewed, wherein the web site owner compensation is directly provided by the

advertiser.

Claims 1 and 3-17 were rejected under 35 USC 103(a) as being unpatentable over US

Patent 6,687,737 to Landsman et al in view of US Patent 5,855,008 to Goldhaber et al.

(Applicant presumes that the indication at page 2 of the Office Action that the claims are

rejected under 35 USC 102(e) as being anticipated by Landsman et al. in view of Goldhaber

et al. was inadvertent.)

Landsman et al. disclose a technique for implementing in a networked client-server

environment, e.g., the Internet, network distributed advertising in which advertisements are

downloaded from an advertising server to a browser executing at a client computer. The

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advertisements are subsequently displayed interstitially in response to a click-stream

generated by the user to move from one web page to another.

Goldhaber et al. provides an approach for distributing advertising and other

information over a computer network. The method is said to be usable to provide direct,

immediate payment to a consumer for paying attention to an advertisement or other

information.

As amended, claims 1 and 3-17 require a system for placing an advertisement

belonging to an advertiser on the monitor of a user of a web site being owned by a web site

owner, compensating the user for viewing the advertisement wherein the user compensation

is directly provided by the advertiser, and compensating said web site owner on the basis of

advertisements viewed wherein the web site owner compensation is directly provided by the

advertiser. It is submitted that the salient features of claims 1 and 3-17, as amended, are not

disclosed or suggested by Landsman et al in view of Goldhaber et al. It is thus submitted

that the subject matter of claims 1 and 3-17 is novel over Landsman et al. in view of

Goldhaber et al.

Applicant's invention, as recited by present claims 1-20 has several advantages over

any system taught by the prior art. In particular, present claims 1-20 require a system for

placing an advertisement belonging to an advertiser on the monitor of a user of a web site

being owned by a web site owner, compensating the user for viewing the advertisement

wherein the user compensation is directly provided by the advertiser, and compensating said

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web site owner on the basis of advertisements viewed wherein the web site owner compensation is directly provided by the advertiser. This encourages the users to view the advertisements because they are compensated if they have registered; this also provides much needed revenue directly to high and moderate volume web site owners; and this benefits the advertisers because they are billed on the basis of actual advertisement viewing, not estimated user statistics. Therefore, the present invention defined by present claims 1-20 provides an advertising system that significantly benefits each of the web site owner, the advertiser and the advertisement viewer. Applicant submits that the combination of Landsman et al. in view of Goldhaber et al. does not disclose an advertising system wherein the advertiser directly compensates both the user and the web site owner on the basis of the advertisements viewed.

The Examiner has stated that Goldhaber et al. teaches an arrangement where, in addition to compensating the ad-viewing user, the provider of the user-desired content is also compensated for the advertisement sponsored content [fig 6, col 12 lines 2-18]. Applicant submits the following remarks. Goldhaber et al. teaches that "Advertisers 62 can directly compensate consumers 64 via payment 60(a) for viewing and paying attention to their advertisements 68. Consumers 64 can use this payment 60(a) to compensate information provider 66 via another payment 60(b) for providing entertainment or other information 70 the consumer wishes to access" (emphasis added). See Golhaber et al. at Col. 12, lines 5-11. First, there is no assurance that the information provider will receive

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compensation when a user views an advertisement because the payment 60(b) is <u>not directly</u> related to the act of the users 64 viewing of the advertisements 68. That is, once the ad viewer 64 receives compensation 60(a) from the advertiser 62 for viewing the advertisement 68, the ad viewer 64 is free to use that compensation 60(a) for whatever he desires. There is no guarantee that the ad viewer 64 will use the compensation 60(a) to compensate the

information provider 66.

More significantly, nowhere in the combined teachings of Landsman et al. and Goldhaber et al. is there any teaching or suggestion for a system comprising means for compensating said web site owner on the basis of advertisements viewed wherein the web site owner compensation is directly provided by the advertiser. Goldhaber et al. explicitly teaches that it is the consumer 64 and not the advertiser 62 who can use the payment 60(a) to compensate the information provider 66. By way of contrast, present claims 1-20 require that the web site owner compensation be directly provided by the advertiser. Further, present claims 1-20 require that the web site owner compensation be on the basis of advertisements viewed. Compared with any system or method disclosed by the combination of Landsman et al. and Golhaber et al., the system and method disclosed by present claims 1-20 is more advantageous to web site owners because they are compensated directly by the advertisers rather than the ad-viewing users; and it is more advantageous to advertisers because they are billed on the basis of actual advertisement viewing, not estimated user

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statistics. In view of the amendment to claims 1 and 3-17 and the foregoing remarks, it is

submitted that claims 1 and 3-17 are novel over Landsman et al. in view of Goldhaber et al.

Accordingly, reconsideration of the rejection of claims 1 and 3-17 under 35 USC

103(a) as being unpatentable over Landsman et al. in view of Goldhaber et al. is respectfully

requested.

Claims 2 and 18-20 were rejected under 35 USC 103(a) as being unpatentable over US Patent

6,687,737 to Landsman et al. in view of US Patent 5,855,008 to Goldhaber et al and US Patent

5,854,897 to Radziewicz et al.

Radziewicz et al. discloses a communications marketing system, which allows a client

station accessing a computer network through a Network Service provider to receive

advertisements whenever the connection path between the client station and the Service

Provider is idle.

As amended, claim 1 (and claims 2 and 20 dependent thereon) requires a system, for

placing an advertisement belonging to an advertiser on the monitor of a user of a web site

being owned by a web site owner and compensating said user for viewing said advertisement

and compensating said web site owner on the basis of advertisements viewed. Upon access

by said user of said page containing said coded reference, the reference is caused to access

its application logic set, triggering display of said advertisement in a temporary and non-

dismissible window on said monitor for a predetermined time period. The user is

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compensated for receiving and viewing said advertisement, provided the user has previously

registered. User compensation is directly provided by the advertiser and the web site owner

is compensated on the basis of advertisements viewed. The web site owner compensation is

directly provided by the advertiser. It is submitted that the salient features of claims 2 and

20, as amended, are not disclosed or suggested by Landsman et al. in view of Goldhaber et al

and Radziewicz et al. It is thus submitted that the subject matter of claims 2 and 20 are

novel over Landsman et al. in view of Goldhaber et al and Radziewicz et al.

As amended, claims 18 and 19, respectively, require a method for advertising to a

user of a web site having at least one page containing a coded reference. Each respective

claim, as amended, recites the step of compensating the user for receiving and viewing the

advertisement provided the user has previously registered wherein the user compensation is

directly provided by the advertiser, and compensating said web site owner on the basis of

advertisements viewed wherein the web site owner compensation is directly provided by the

advertiser. It is submitted that the salient features of claims 18-19, as amended, are not

disclosed or suggested by Landsman et al. in view of Goldhaber et al and Radziewicz et al.

It is thus submitted that the subject matter of claims 18-19 is novel over Landsman et al. in

view of Goldhaber et al and Radziewicz et al.

Reference is made to the previous arguments, hereinabove, which clearly show that Landsman

et al. and Golhaber et al. do not disclose or suggest a system for placing an advertisement on the

monitor of a user of a web site being owned by a web site owner and for compensating said web site

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owner on the basis of advertisements viewed wherein the web site owner compensation is directly

provided by the advertiser. Further regarding the Radziewicz et al. reference, it is submitted that

nowhere in the Radziewicz et al. reference is there any disclosure or suggestion for the same.

Applicant acknowledges that Radziewicz et al. indeed disclose measuring the user's connection speed

to select a particular format for the advertisements. However, it is respectfully submitted that the

Radziewicz et al. reference is devoid of disclosure wherein the advertiser directly compensates the user

and the web site owner on the basis of advertisements viewed, as called for by amended claims 2 and

18-20. For these reasons, it is submitted that the system of claim 2 and the method of claims 18-20

provide, in reality, a much more workable solution. They more reliably effectuate the advertiser's

objectives, and provide a higher degree of probability that advertisements will be viewed, by providing

greater assurance that each of the user and website owner will be compensated.

Accordingly, reconsideration of the rejection of claims 2 and 18-20 under 35 USC 103(a) as

being unpatentable over Landsman et al. in view of Goldhaber et al. and Radziewicz et al. is

respectfully requested.

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CONCLUSION

In view of the amendments to the claims and the foregoing remarks, it is respectfully submitted that the present application has been placed in allowable condition. Reconsideration of the rejections set forth in the Office Action dated November 17, 2006, and allowance of claims 1-20, as amended, are earnestly solicited.

Respectfully submitted,

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